

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

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E-01787A  
Navopache Electric Cooperative, Inc.  
1878 W. White Mountain Blvd  
Lakeside, AZ 85929

**ANNUAL REPORT**  
**Electric**

RECEIVED  
APR 09 2010  
ACC UTILITIES DIRECTOR

**FOR YEAR ENDING**

12	31	2009
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FOR COMMISSION USE

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4-9-10

## COMPANY INFORMATION

**Company Name (Business Name)** NAVOPACHE ELECTRIC COOPERATIVE, INC.

**Mailing Address** 1878 W WHITE MOUNTAIN BLVD.

(Street)

LAKESIDE

ARIZONA

85929

(City)

(State)

(Zip)

(928) 368-5118

(928) 368-6038

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**Local Office Mailing Address** 1878 W WHITE MOUNTAIN BLVD.

(Street)

LAKESIDE

ARIZONA

85929

(City)

(State)

(Zip)

(928) 368-5118

(928) 368-6038

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

☐ **Regulatory Contact:**

☐ **Management Contact:** PAUL O'DAIR

(Name)

MANAGER OF FINANCIAL SERVICES

(Title)

1878 W WHITE MOUNTAIN BLVD

LAKESIDE

AZ

85929

(Street)

(City)

(State)

(Zip)

(928) 368-5118

(928) 368-6038

(928) 242-3919

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** podair@navopache.org

**On Site Manager:** DAVID C PLUMB

(Name)

1878 W WHITE MOUNTAIN BLVD

LAKESIDE

AZ

85929

(Street)

(City)

(State)

(Zip)

(928) 368-5118

(928) 368-6038

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** dplumb@navopache.org

**Statutory Agent:** MARILYNN SHORT

(Name)

1878 W WHITE MOUNTAIN BLVD  
(Street)

LAKESIDE  
(City)

AZ  
(State)

85929  
(Zip)

(928) 368-5118  
Telephone No. (Include Area Code)

(928) 368-6038  
Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Attorney:** CURTIS, GOODWIN, SULLIVAN, UDALL & SCHWAB

(Name)

501 E THOMAS RD  
(Street)

PHOENIX  
(City)

AZ  
(State)

85012  
(Zip)

(602) 393-1700  
Telephone No. (Include Area Code)

(602) 393-1703  
Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

- |  |  |
|--|--|
| <input type="checkbox"/> <b>Sole Proprietor (S)</b>    | <input type="checkbox"/> <b>C Corporation (C) (Other than Association/Co-op)</b> |
| <input type="checkbox"/> <b>Partnership (P)</b>        | <input type="checkbox"/> <b>Subchapter S Corporation (Z)</b>                     |
| <input type="checkbox"/> <b>Bankruptcy (B)</b>         | <input checked="" type="checkbox"/> <b>Association/Co-op (A)</b>                 |
| <input type="checkbox"/> <b>Receivership (R)</b>       | <input type="checkbox"/> <b>Limited Liability Company</b>                        |
| <input type="checkbox"/> <b>Other (Describe)</b> _____ |  |

### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

- |   |  |   |
|---|--|---|
| <input checked="" type="checkbox"/> <b>APACHE</b> | <input type="checkbox"/> <b>COCHISE</b>  | <input type="checkbox"/> <b>COCONINO</b>            |
| <input checked="" type="checkbox"/> <b>GILA</b>   | <input type="checkbox"/> <b>GRAHAM</b>   | <input checked="" type="checkbox"/> <b>GREENLEE</b> |
| <input type="checkbox"/> <b>LA PAZ</b>            | <input type="checkbox"/> <b>MARICOPA</b> | <input type="checkbox"/> <b>MOHAVE</b>              |
| <input checked="" type="checkbox"/> <b>NAVAJO</b> | <input type="checkbox"/> <b>PIMA</b>     | <input type="checkbox"/> <b>PINAL</b>               |
| <input type="checkbox"/> <b>SANTA CRUZ</b>        | <input type="checkbox"/> <b>YAVAPAI</b>  | <input type="checkbox"/> <b>YUMA</b>                |
| <input type="checkbox"/> <b>STATEWIDE</b>         |  |   |

## SERVICES AUTHORIZED TO PROVIDE

Check the following box/es for the services that you are authorized to provide:

**X Electric**

- ☐ Investor Owned Electric
- X** Rural Electric Cooperative
- ☐ Utility Distribution Company
- ☐ Electric Service Provider
  - ☐ Transmission Service Provider
  - ☐ Meter Service Provider
  - ☐ Meter Reading Service Provider
  - ☐ Billing and Collection
  - ☐ Ancillary Services
  - ☐ Generation Provider
  - ☐ Aggregator/Broker

☐ **Other** (Specify) \_\_\_\_\_

## STATISTICAL INFORMATION

Total number of customers	38,424	
Residential	34,765	
Commercial	3,498	
Industrial	9	
Public Street and Highway lighting	92	
Irrigation	60	
Resale		
Total kilowatt-hours sold	408,362,303	kWh
Residential	236,433,696	
Commercial	140,394,641	
Industrial	24,778,680	
Public Street and Highway lighting	652,681	
Irrigation	6,102,605	
Resale		
Maximum Peak Load	86.1	MW

COMPANY NAME:

**UTILITY SHUTOFFS / DISCONNECTS**

MONTH		Termination without Notice R14-2-211.B	Termination with Notice R14-2-211	OTHER
JANUARY		0	437	0
FEBRUARY		0	164	0
MARCH		0	404	0
APRIL		0	358	0
MAY		0	288	0
JUNE		0	271	0
JULY		0	270	0
AUGUST		0	211	0
SEPTEMBER		0	206	0
OCTOBER		0	191	0
NOVEMBER		0	229	0
DECEMBER		0	19	0
TOTALS →		0	3,048	0

OTHER (description):

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME)	NAVAJO
NAME (OWNER OR OFFICIAL) TITLE	PAUL O'DAIR MANAGER OF FINANCIAL SERVICES
COMPANY NAME	NAVOPACHE ELECTRIC COOPERATIVE, INC.

RECEIVED  
APR 29 2010  
ACC UTILITIES DIRECTOR

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2009

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**


**IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2009 WAS:**

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 41,505,413

**(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 2,558,348  
IN SALES TAXES BILLED, OR COLLECTED)**

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

  
SIGNATURE OF OWNER OR OFFICIAL  
928-368-5118 ext 206  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

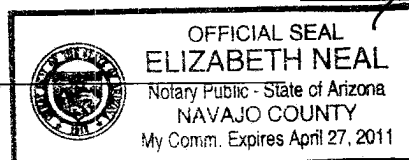
**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS** 7<sup>th</sup> **DAY OF**  
(SEAL)

COUNTY NAME	Navajo
MONTH	April
	2010

  
SIGNATURE OF NOTARY PUBLIC

**MY COMMISSION EXPIRES**



## FINANCIAL INFORMATION

Attach to this annual report a copy of the Company year-end (Calendar Year 2009) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

1. Please find enclosed the annual RUS Form 7 report for Navopache Electric Cooperative Inc. This report is for the entire system, including Arizona and New Mexico.
2. Please also find enclosed an estimate only statement of operations and Balance sheet for Arizona. Navopache Electric Cooperative. does not distinguish or separate Arizona and New Mexico operations. These are estimates only.

**ARIZONA ESTIMATE ONLY - INTERNAL USE ONLY**

		2009	
statement of operations			ARIZONA
		SYSTEM	ESTIMATE
1	operating revenue	\$40,128,777	\$38,947,066
3	cost of power	\$20,242,279	\$19,646,185
4	transmisson expense	\$121,523	\$112,220
5	dist expense - operations	\$2,953,935	\$2,727,798
6	dist expense - maintenance	\$2,911,374	\$2,688,495
7	consumer accounts expense	\$3,126,261	\$3,004,948
8	customer service & info.	\$380,356	\$365,596
9	sales expense	\$250,021	\$240,319
10	administrative & general	\$4,083,991	\$3,925,514
11	<b>TOTAL OPERATIONS</b>	<b>\$34,069,740</b>	<b>\$32,711,076</b>
12	depreciation & amortization	\$3,330,061	\$3,168,626
13	tax expense - property	\$16,861	\$16,044
14	tax expense - other	\$34,355	\$33,343
15	interest expense long term	\$2,097,424	\$1,995,745
17	interest expense other	\$42,738	\$40,666
18	other deductions	\$22,368	\$21,500
19	<b>COST OF ELECTRIC SERVICE</b>	<b>\$39,613,547</b>	<b>\$37,987,000</b>
20	<b>OPERATING MARGINS</b>	<b>\$515,230</b>	<b>\$960,066</b>
21	non-operating margins interest	\$63,965	\$61,483
	non-operating margins	\$3,277	\$3,150
25	G&T capital credits	\$0	\$0
26	other capital credits	\$121,370	\$116,660
27	extraordinary items	\$0	\$0
28	<b>MARGINS</b>	<b>\$703,842</b>	<b>\$1,141,359</b>
	TIER	1.34	1.57



## ARIZONA ESTIMATE ONLY - INTERNAL USE ONLY

2009

balance sheet		SYSTEM	ARIZONA ESTIMATE
1	total utility plant	\$112,636,597	\$106,933,918
2	construction wip	\$4,997,364	\$4,712,635
3	total utility plant	\$117,633,961	\$111,646,553
4	depreciation & amort.	\$47,938,524	\$45,686,697
5	<b>net utility plant</b>	<b>\$69,695,437</b>	<b>\$65,959,856</b>
8	Invest. in Asso. Org. patronage	\$717,413	\$682,634
9	Invest. in Assoc. org. other general	\$100,200	\$95,342
10	Invest. in Assoc. org. other non-general	\$1,339,907	\$1,274,951
12	other investments	\$50,137	\$50,137
13	special funds	\$0	\$0
14	<b>total other property &amp; investments</b>	<b>\$2,207,657</b>	<b>\$2,103,064</b>
15	cash - general funds	(\$369,296)	(\$358,608)
16	cash construction funds	\$5	\$5
17	special deposits	\$1,199,069	\$1,199,069
18	temporaty investments	\$4,333,490	\$4,123,410
19	notes receivable - net	\$10,090	\$9,698
20	accounts receivable net	\$3,122,942	\$3,001,758
21	accounts receivable net other	\$119,945	\$115,291
22	materials and supplies	\$4,227,848	\$4,161,352
23	prepayments	\$506,264	\$488,318
24	other current and accrued assets	\$310,523	\$295,469
25	<b>total current and accrued assets</b>	<b>\$13,460,880</b>	<b>\$13,035,763</b>
27	deferred debits	\$833,900	\$793,474
28	<b>TOTAL ASSETS &amp; OTHER DEBITS</b>	<b>\$86,197,874</b>	<b>\$81,892,157</b>
29	memberships	\$163,100	\$155,300
30	patronage capital	\$23,648,900	\$21,760,290
31	operating margins prior years	(3,141,699)	(3,019,787)
32	operating margins	\$636,600	\$1,081,436
33	non-operating margins	\$67,243	\$59,924
34	other margins & equities	\$854,066	\$820,924
35	<b>total margins and equities</b>	<b>\$22,228,210</b>	<b>\$20,858,087</b>
36	long-term debt REA	\$48,482,945	\$46,132,581
39	long-term debt other	\$4,448,409	\$4,232,758
42	<b>total long term debt</b>	<b>\$52,931,354</b>	<b>\$50,365,339</b>
44	accumulated operating provisions	\$1,453,427	\$1,382,968
45	<b>total other noncurrent liabilities</b>	<b>\$1,453,427</b>	<b>\$1,382,968</b>
46	notes payable	\$0	\$0
47	accounts payable	\$2,736,684	\$2,658,452
48	customer deposits	\$721,836	\$693,826
52	other current & accrued liaibilities	\$1,413,535	\$1,361,703
49	current maturties long term debt	\$2,400,349	\$2,283,984
	<b>total current &amp; accrued liabilities</b>	<b>\$7,272,404</b>	<b>\$6,997,965</b>
55	deferred credits	\$2,312,479	\$2,287,798
	<b>TOTAL LIABILITIES &amp; OTHER CREDITS</b>	<b>\$86,197,874</b>	<b>\$81,892,157</b>